



B.J. Duplantis
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June 21, 2007

Ref: 2976-24981

Honorable James H. Welsh
Commissioner of Conservation
Post Office Box 94275
Baton Rouge, LA 70804-4275

Re: Hearing Application
10600' Zone, Reservoir A
NORTH LAKE GERO FIELD
Terrebonne Parish, Louisiana
Applicant: Castex Energy, Inc.

Dear Mr. Commissioner:

In accordance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, application is hereby made on behalf of **Castex Energy, Inc.** for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the 10600' Zone, Reservoir A, North Lake Gero Field, Terrebonne Parish, Louisiana.

1. To create a single drilling and production unit of approximately 352 acres for the 10600' Zone, Reservoir A, designated as the 10600' RA SUA, North Lake Gero Field, Terrebonne Parish, Louisiana, all as shown more particularly on the attached plat;
2. To establish rules and regulations governing the exploration for and production of gas and condensate from the said unit;
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created, with each tract sharing in unit production on a surface acreage basis of participation;
4. To designate a unit operator and unit well for the unit created herein;
5. To permit Castex Energy, Inc. to drill, designate and utilize the Castex Energy, Inc.-Oak Estates No. 2 Well as an alternate unit well for the 10600 RA SUA, such well to be at the location shown on the plat attached hereto and made a part hereof;
6. To grant a single unit allowable for the 10600 RA SUA and to permit the operator of the unit to produce said unit allowables from the unit well, the proposed alternate unit well, or from either of the wells, at its option;

7. To make a specific finding that such proposed alternate unit well is necessary to effectively and efficiently drain a portion of the 10600 RA SUA which cannot be efficiently and economically drained by any other well within the unit.
8. To consider such other matters relating to the subject reservoir as may be appropriate and justified by the evidence presented at the public hearing.

The 10600' Zone, Reservoir A in the North Lake Gero Field is hereby defined as being that zone encountered between the measured depths of 10,790 feet and 14,674 feet (electrical log measurements) (-10,621' to - 13,289' subsea) in the Castex Energy, Inc.-Oak Estates No. 1 Well located in Section 2, Township 19 South, Range 17 East, Terrebonne Parish, Louisiana.

In compliance with the Rules of Procedure for Conducting Hearings Before the Commissioner of Conservation of the State of Louisiana, a pre-application conference was held in Lafayette, Louisiana on June 21, 2007. Attached hereto and made a part hereof is a list of the names and addresses of the parties who were in attendance at that conference.

The conference was opened by Mr. B. J. Duplantis. Mr. Art Christy of W. H. Robbins & Associates presented the plan of applicant. Mr. Doffie Ross on behalf of "Billy" Cenac presented a plan of 250 acres. Mr. Travis Helms on behalf of Oak Estates Subdivision, LLC, et al presented a plan of 235 acres. Other parties reserved their right to present a counterplan. The parties will continue to attempt to reconcile their differences. Since the deepest sand in the original definition went off production, a minor change was made to the proposed unit and definition. Attached is a revised plat of such change. Questions were asked and answered. There may be opposition at the public hearing on this matter.

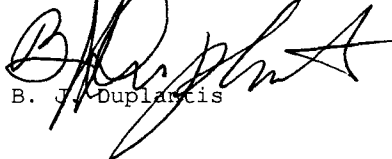
Attached hereto and made a part hereof is a plat outlining the 10600' RA SUA, Terrebonne Parish, Louisiana, and a list of the names and addresses of the interested owners, represented parties and interested parties to whom this notice is being sent. It is hereby certified that a reasonable effort was made to ascertain the names and addresses of all interested owners, represented parties and interested parties.

Upon receipt of the legal notice in the captioned matter, the notice will be posted, published and mailed in accordance with Rule 7 of the Rules of Procedure.

Any pertinent data relating to the proposed units can be obtained, AT THE COST OF THE REQUESTING PARTY, from Mr. Art Christy of W. H. Robbins & Associates, 302 La Rue France, Suite 100, Lafayette, LA 70508 (337) 232-5004.

Finally, there is enclosed herewith our check on behalf of the applicant in the amount of \$755.00, made payable to the Office of Conservation, representing the required hearing application fee.

Very truly yours,


B. J. Duplantis

BJD/ht

Attachments

cc: Mr. Richard D. Hudson
District Manager
Office of Conservation

All Interested Owners, Represented Parties and
Interested Parties and parties on attendance lists

R 17 E

10600 RA SUA
OAK ESTATES No. 1
OAK ESTATES No. 2-ALT
± 352 ACRES

Hunt W.H.
Boudreaux, C.

14032'

T
19
S

Geographic
Pan Am
Boudreaux, Claude P.

14012'

83

Oak Estates Subdivision,
et al, LLC

Castex Energy
Oak Estates

19

An-Son Corp.
Boudreaux, R.

14255'

Oak Estates Subdivision, et al, LLC

Castex Energy
Oak Estates

Denbury
Oak Estates

15789' MD
14060' VD
5600'

85

Carolyn Authement
Pire et al

Oak Estates

4500'

Denbury
Verdin J

5142'

EXHIBIT NO.
DOCKET NO.

DATE:

CASTEX ENERGY, INC.

**LAKE GERO FIELD
TERREBONNE PARISH, LOUISIANA**

**PROPOSED UNIT
10600' ZONE**

0 1000' 2000'

GRAPHICS BY: GEOLAND GRAPHICS, LLC LAFAYETTE, LA (337) 233-1887



W. H. ROBBINS & ASSOCIATES LLC
CONSULTING GEOLOGISTS
Lafayette, Louisiana (337) 232-5004